

475 17[™] Street Suite 1500 Denver Colorado 80202 Telephone 303 573-1222 Fax 303 573 0461

June 12, 2007

Ms. Diana Mason Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

RE: Enduring Resources, LLC

Southman Canyon 10-24-11-34

NWNW 34-10S-24E

Federal Lease: UTU-66422

Uintah County, Utah

Dear Ms. Mason:

Enclosed is one original application to drill concerning the above-referenced proposed well.

Enduring Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this application and all future information as confidential.

If any questions arise or additional information is required, please contact me at 303-350-5719.

Very truly yours,

Evette Bissett

Regulatory Affairs Assistant

Guette Bissett

Enclosures

RECEIVED

JUN 1 4 2007

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT	
(highlight changes)	

	APPLICATION FOR PERMIT TO DRILL					L LEASE NO: -66422	6. SURFACE: Federal
1A. TYPE OF WO	DRILL 🔽	REENTER	DEEPEN		7. IF INDIA	N, ALLOTTEE OR 1	RIBE NAME:
B. TYPE OF WE	ELL: OIL 🗌 GAS 🗹	OTHER	SIN	GLE ZONE MULTIPLE ZON	NE 8. UNIT or	CA AGREEMENT N	AME:
2. NAME OF OPE	ERATOR:				9. WELL N	AME and NUMBER	· · · · · · · · · · · · · · · · · · ·
Enduring R	Resources, LLC		80	303	South	man Canyo	1 10-24-11-34
3. ADDRESS OF 475 17th S	operator: t., Ste 1500 _{CITY} Den	ver _{STATI}	CO ZIP-80	PHONE NUMBER:		and pool, or will bignated	Latura Buttes
	WELL (FOOTAGES)	453300X	·	39.910773	11. QTR/Q MERIDI	TR, SECTION, TOV AN:	VNSHIP, RANGE,
AT SURFACE:	686' FNL - 690' FWL	441918	44		NWNV	V 34 10S	3 24E
AT PROPOSED	PRODUCING ZONE: Same		-	109, 206500			
14. DISTANCE IN	MILES AND DIRECTION FROM N	EAREST TOWN OR POS	T OFFICE:		12. COUNT	TY:	13. STATE: UTAH
11.8 mile	es South of Bonanza,	UT			Uintah	1	UIAN
	O NEAREST PROPERTY OR LEAS	E LINE (FEET)	16. NUMBER O	F ACRES IN LEASE:	17. NUMBER OF A	ACRES ASSIGNED	TO THIS WELL:
686'				1600	L		40 acres
	O NEAREST WELL (DRILLING, CO R) ON THIS LEASE (FEET)	MPLETED, OR	19. PROPOSED	DEPTH:	20. BOND DESCR		
1000' +				6,540	RLB00080		
	S (SHOW WHETHER DF, RT, GR, E	TC.):	1	ATE DATE WORK WILL START:	23. ESTIMATED D	URATION:	
5445'	RT-KB		9/1/2007		20 days		
24.		PROPOSE	D CASING A	ND CEMENTING PROGRAM			
SIZE OF HOLE	CASING SIZE, GRADE, AND W	EIGHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QL	JANTITY, YIELD, AND	SLURRY WEIGHT	
20"	14" line pipe		40	3 yards	Ready Mix		
11"	8-5/8" J-55	24#	2,016	Premium Lead	138 sxs	3.50	11.1
				Premium Tail	138 sxs	1.15	15.8
7-7/8"	4-1/2" N-80	11.6#	6,540		62 sxs	3.3	11.0
				50/50 Poz Class G	755 sxs	1.56	14.3
25.		- · · · · · · · · · · · · · · · · · · ·	ATTA	CHMENTS	·-··		
VERIFY THE FOL	LOWING ARE ATTACHED IN ACC	ORDANCE WITH THE UT	AH OIL AND GAS C	ONSERVATION GENERAL RULES:			
WELL PL	AT OR MAP PREPARED BY LICEN	SED SURVEYOR OR EN	GINEER	COMPLETE DRILLING PLAN			
✓ EVIDENC	CE OF DIVISION OF WATER RIGHT	S APPROVAL FOR USE	OF WATER	FORM 5, IF OPERATOR IS PI	ERSON OR COMPAN	Y OTHER THAN TH	IE LEASE OWNER
NAME (PLEASE	PRINT) Evette Bissett	7	-	TITLE Regulatory Af	fairs Assistan	t	
SIGNATURE	Julto K	Jusel		DATE 6/11/2007			
(This space for Sta	te use only)	····		Approved by the			
				Utah Division of			
	1/2 11/2 2	ALLON		Oil, Gas and Mining			
API NUMBER ASS	SIGNED: 43-047-3	4700		APPROVAL:		RECE	IVED

Federal Approval of this Action is Necessary

(11/2001)

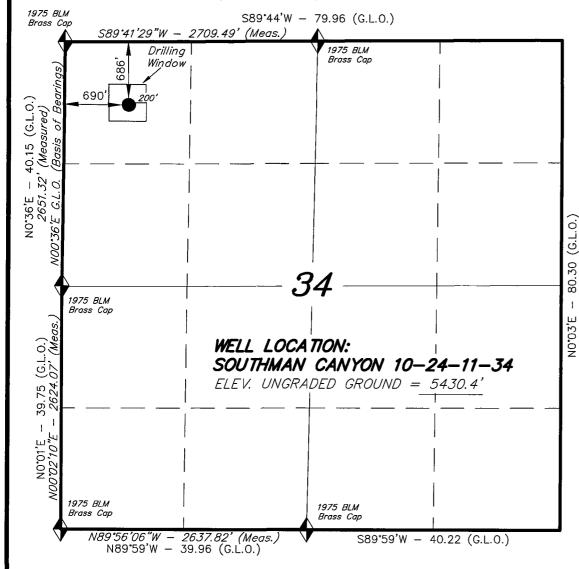
10: 00-10-107

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DIV. OF OIL, GAS & MINING

T10S, R24E, S.L.B.&M.



♦ = SECTION CORNERS LOCATED

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (SOUTHAM CANYON)

 SOUTHMAN CANYON
 10-24-11-34

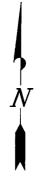
 (Surface Location)
 NAD 83

 LATITUDE
 = 39° 54' 38.88"

 LONGITUDE
 = 109° 12' 26.19"

ENDURING RESOURCES

WELL LOCATION, SOUTHMAN CANYON 10-24-11-34, LOCATED AS SHOWN IN THE NW 1/4 NW 1/4 OF SECTION 34, T10S, R24E, S.L.B.&M. UINTAH COUNTY, UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PERT WAS PREPARED FROM FIELD HORSE OF ACTUM, SURVEYS MADE BY ME OR UNDER MY SUPPRISON AND THAT THE SAME ARE TRUE AND FORRECT TO THE BEST OF MY KNOWLEDGE AND FELIEF.No.189377



TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

DATE DRAWN: 03-20-07	SURVEYED BY: T.P.	SHEET
REVISED:	DRAWN BY: T.C.J.	2
NOTES:	SCALE: 1" = 1000'	OF 10

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that Enduring Resources, LLC is considered to be the operator of the following well.

Southman Canyon 10-24-11-34

Surface Location: NWNW Sec. 34-10S-24E

686' FNL - 690' FWL

Lease Serial No.: UTU-66422

Uintah County, Utah

Enduring Resources, LLC is responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage is provided by UTB000173.

Date

Evette Bissett

Regulatory Affairs Assistant

Enduring Resources, LLC 475 17th Street, Suite 1500

Denver, CO 80202

(303) 350-5719

6/12/2007

Enduring Resources, LLC Southman Canyon 10-24-11-34 NWNW 34-10S-24E Uintah County, Utah

Federal Lease: UTU-66422

ONSHORE ORDER 1 - DRILLING PLAN

1. <u>Estimated Tops of Geological Markers:</u>

Formation	Depth (K.B.)
Uinta	Surface
Green River	475
Wasatch	2805
Mesaverde	4231

2. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals:

Substance	Formation	Depth (K.B.)
	KB-Uinta Elevation: 5445'	
Oil / Gas	Green River	475
Oil /Gas	Wasatch	2805
Oil /Gas	Mesaverde	4231
	Estimated TD	6540

An 11" hole will be drilled to approximately 2016 feet. The depth will be determined by the depth that the Birds Nest zone is encountered. The hole will be drilled 400 feet beyond the top of the Birds Nest zone and surface casing will be set.

3. Pressure Control Equipment: (3000 psi schematic attached)

- A. Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in *Onshore Oil & Gas Order Number 2*. A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- B. Pressure Rating: 3,000 psi BOPE
- C. Kelly will be equipped with upper and lower Kelly valves.
- D. Testing Procedure: <u>Annular Preventer</u>

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.



- 1. When the annular preventer is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

4. **Proposed Casing & Cementing Program:**

A. Casing Program: All New

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Depth Set (MD)
20"	14" O.D.				40' (GL)
11"	8-5/8"	24#	J-55	ST&C	0 – 2,016' (KB) est.
7-7/8"	4-1/2"	11.6#	N-80	LT&C	0 – 6540' (KB)

The surface casing will have guide shoe. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next 16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Casing Design Parameters:

Depth (MD)	Casing	Collapse(psi)/SF	Burst (psi)/SF	Tension(mlbs)/SF
40' (GL)	14" OD			
2016' (KB)	8-5/8", 24#/ft, J55, STC	1370/1.52(a)	2950/3.28(b)	244/5.81(c)
6540' (KB)	4-1/2", 11.6#/ft, N-80, LTC	6350/1.87(d)	7780/2.49 (e)	223/3.42(f)

- (a.) based on full evacuation of pipe with 8.6 ppg fluid on annulus
- (b.) based on 8.6 ppg gradient with no fluid on annulus
- (c.) based on casing string weight in 8.6 ppg mud
- (d.) based on full evacuation of pipe with 10.0 ppg fluid on annulus
- (e.) based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, no gas gradient
- (f.) based on casing string weight in 9.2 ppg mud

PROPOSED CEMENTING PROGRAM

Surface Casing (if well will circulate)-Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	1516	Premium cement + 16% gel + 0.25 pps celloflake	138	25%	11.1	3.50
8-5/8"	Tail	500	Premium cement + 2% CaC ₂ + 0.25 pps celloflake	138	25%	15.8	1.15

A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft³/sx) cement will be premium cement w/ 3% CaCl₂.+0.25 pps celloflake. Volume as required

Surface Casing (if well will not circulate) - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	500	Premium cement + 2% CaCl ₂ + 0.25 pps celioflake	138	25	15.8	1.15
8-5/8"	Top job	As req.	Premium cement + 3% CaCl ₂ + 0.25 pps celloflake	As Req.		15.8	1.15

Production Casing and Liner - Cemented TD to 300' above base of surface casing

CASING	SLURRY	FT.	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft³/sx)
		FILL			` '	(110)	, ,
4-1/2"	Lead	689	Class "G" + 5% NaCl + 12% Gel + 0.25 pps celloflake + 0.2% antifoam + 0.25% fluid loss + 1% extender	62	25	11.0	3.3
4-1/2"	Tail	4135	50/50 POZ Class G + 2% gel +1% CaCl ₂ + 0.2% dispersant + 0.2% fluid loss + 0.1% antifoam	755	25	14.3	1.56

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. <u>Drilling Fluids (mud) Program:</u>

Interval	Mud Weight	Fluid Loss	Viscosity	Mud Type
(MD)				
0' – 2016' (KB)		No cntrl		Air/mist
2000'-3000' (KB)	8.4-8.6	No cntrl	28-36	Water
3000'-6540' (KB)	8.8-9.8	8 - 10 ml	32-42	Water/Gel

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. <u>Evaluation Program:</u>

<u>Tests</u>: No tests are currently planned.

Coring: No cores are currently planned.

Samples: No sampling is currently planned.

Logging

- Dual Induction SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML TD to Base Surface Casing
- Cement Bond Log / Gamma Ray:
 TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

<u>Stimulation</u>: A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H_2S has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 3401 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 1962 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. Anticipated Starting Dates:

Anticipated Commencement Date- Within one year of APD issue.

Drilling Days Approximately 10 days

Completion Days - Approximately 10 days

Anticipate location construction within 30 days of permit issue.

9. Variances:

None anticipated

10. <u>Other:</u>

A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Single Shot directional surveys will be dropped every 2000 feet to monitor hole angle.

Directions to the Southman Canyon 10-24-11-34 Well Pad

Beginning at the city of Bonanza, Utah. Leave the city of Bonanza heading south. Continue southerly on state highway 45 for a distance of approximately 3.8 miles where you will cross the white river. Continue southeasterly along state highway 45 for a distance of approximately 1.8 miles where there is a turnoff to the right. Turn right, leaving state highway 45, and proceed southwest for a distance of approximately 1.0 miles where there is a turn to the left. Turn left and proceed southerly for approximately 1.9 miles where there is a turn off to the right. Keep left and continue southwesterly approximately 3.3 miles to the beginning of the proposed access for the Southman Canyon 10-24-11-34 well pad. Turn left onto proposed access and proceed approximately 90' southerly along the proposed access for the Southman Canyon 10-24-11-34 well pad.

Enduring Resources, LLC Southman Canyon 10-24-11-36

NWNW 34-10S-24E Uintah County, Utah Federal Lease: UTU-66422

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Beginning at the city of Bonanza, Utah, head south. Continue southerly on state highway 45 for a distance of approximately 3.8 miles where you will cross the white river. Continue southeasterly along state highway 45 for a distance of approximately 1.8 miles where there is a turnoff to the right. Turn right, leaving state highway 45, and proceed southwest for a distance of approximately 1.0 mile where there is a turn to the left. Turn left and proceed southerly for approximately 1.9 miles where there is a turn off to the right. Keep left and continue southwesterly approximately 3.3 miles to the beginning of the proposed access road for the Southman Canyon 10-24-11-34 well pad. Turn left onto proposed access road and proceed approximately 90' to the well pad.

2. Planned Access Roads:

The proposed access road will be approximately 90 feet of new construction. Please refer to Topo Map "B" for the takeoff point for the new road construction.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

The access road will be crowned 2% to 3%, ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development. 1989.</u>

The road surface and shoulders will be kept in a safe usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. Location of Existing Wells within a One-Mile radius (See "Topo" Map "C" attached):

The following wells are wells located within a one (1) mile radius of the proposed location.

a. None: Water Wells:b. None: Injection Wells:

Producing Wells:
1. Federal 21-27, NENW Sec. 27

d. None: Drilling Wells:e. None: Shut-in Wells:

(1):

C.

f. None: Temporarily Abandoned Wells:

g. None: Disposal Wells:h. (1): Abandoned Wells:

1. Southman Canyon U-5, SWSE Sec. 28

i. None: Dry Holes:

j. None: Observation Wells:

k. (1): Pending (staked) Wells:

1. There is one other well staked in this section

4. Location of Existing and/or Proposed Facilities:

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank and be independent of the back cut.

All permanent (on site for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Dark Olive Black. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Gas Gathering Pipeline: ON-LEASE 90' BLM

OFF-LEASE -0-

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed for year around usage. Approximately 90 feet of 6" or less surface gas gathering pipeline shall be laid to minimize surface disturbance.

The proposed pipeline will begin at the well site, be laid by the side of the access road and tie-in to an existing pipeline.

The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

5. <u>Location and Type of Water Supply:</u>

Whenever practical, water will be obtained from Enduring Resources LLC Water Right Number 49-2249 (*See Townships of permitted Use below). If those sources are not available, a new water source shall be submitted prior to commencing operations. (These permits have one-year terms and then must be renewed,)

*Enduring Water Permits' Townships of Use:

T10S-R22E	T11S-R22E	T12S-R22E
T10S-R23E	T11S-R23E	T12S-R23E
T10S-R24E	T11S-R24E	T12S-R24E

Water will be hauled to the location over the roads marked on "Topo" Maps "A" and "B."

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized for location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, contained in the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit well be constructed on the location and will not be located within natural drainage, where a flood hazard exits or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, brake or allow discharge of liquids.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

Garbage, trash and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash well be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

8. Ancillary Facilities:

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.
- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.
- f. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.
- g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

10. Plans for Surface Reclamation:

Producing Location:

 Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.

- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.
- d. The reserve pit and that portion of the location not needed for production facilities / operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

- i. Abandoned well sites, roads and other disturbed areas will be restored as nearly as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions and re-establishment of vegetation as specified.
- ii. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

Seed Mixture for Windrowed Top Soil Will Included:

To be provided by the BLM

11. <u>Surface Ownership: Location, Access and Pipeline Route:</u>

Wellsite: Bureau of Land Management

Access: Bureau of Land Management

Pipeline: Bureau of Land Management

12. Other Information

On-site Inspection for Location, Access and Pipeline Route:

The on-site was conducted on June 7, 2007

Attending were:

- 1. Jannice Cutler BLM
- 2. Scott Ackerman BLM
- 3. Chris Stewart Tristate

- 4. Chris Cairoli Tristate
- 5. Larry Rowell Ponderosa
- 6. Doug Hammond Enduring Resources

Special Conditions of Approval: None for this well(s).

Archeology:

a. A Cultural Resource Inventory Report is pending and to be prepared by Montgomery Archaeological Consultants.

Paleontology:

b. A Paleontology Reconnaissance Report is pending and to be prepared by Intermountain Paleo-Consulting.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

13. <u>Lessee's or Operator's Representatives:</u>

Representatives:

Alvin R. (Al) Arlian
Landman – Regulatory Specialist
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202
Office Tel: 303-350-5114
Fax Tel: 303-573-0461

aarlian@enduringresources.com

Paul Brandt
Reservoir Engineering Manager
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202
Office Tel: 303-350-5113

Fax Tel: 303-573-0461

pbrandt@enduringresources.com

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his/her/its subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The operator or his/here/its contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by Enduring Resources, LLC and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.

Please be advised that Enduring Resources, LLC is considered to be the operator of the Southman Canyon 10-24-11-34 Well; NWNW Section 34, Township 10 South, Range 24 East; Lease #:UTU-66422 Uintah County, Utah; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by BLM Statewide Oil & Gas Lease Bond No. UTB000173 and State of Utah, Division of Oil, Gas & Mining Surety Bond No. RLB0008031

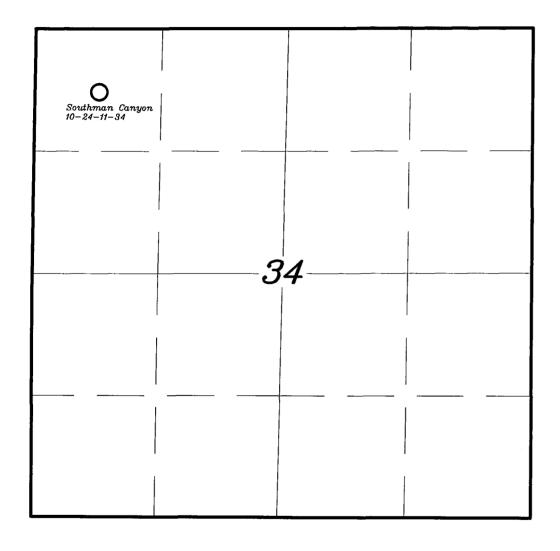
June 12, 2007

ENDURING RESOURCES, LLC

Alvin (AI) R. Arlian

Landman – Regulatory Specialist

T10S, R24E, S.L.B.&M.



ENDURING RESOURCES

SECTION DRILLING MAP SOUTHMAN CANYON 10-24-11-34



LEGEND

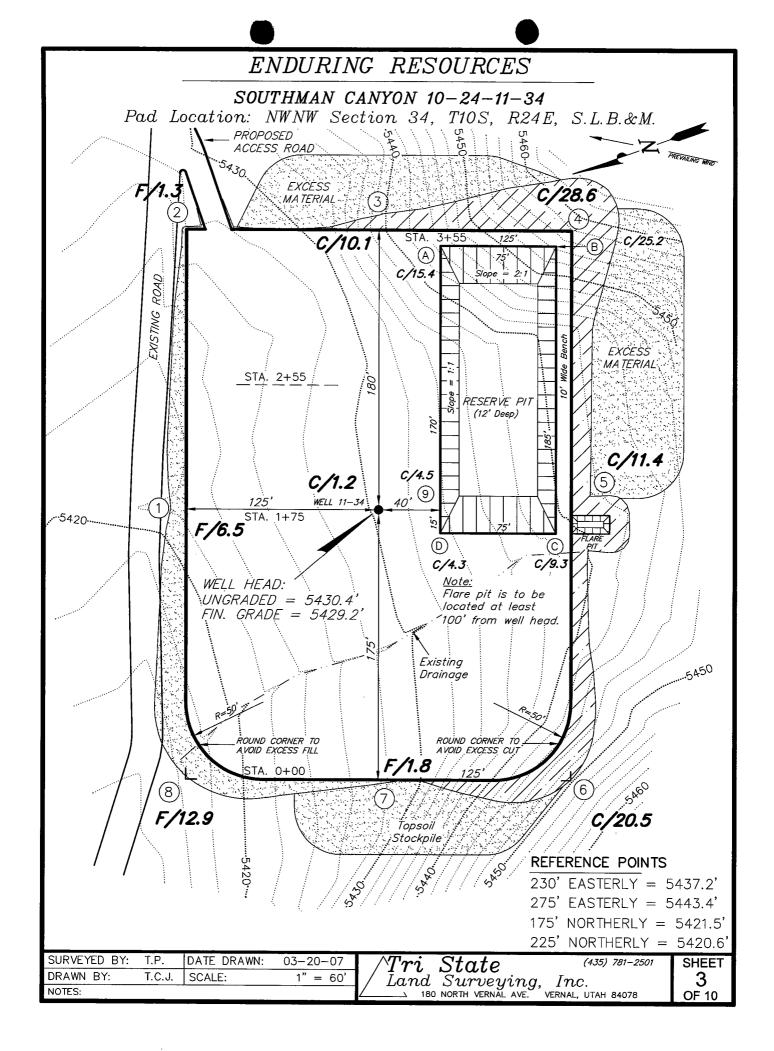
O = Vertical Well

Directional Well (Bottom Hole)

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

	<u> </u>	
DATE DRAWN: 03-20-07	SURVEYED BY: T.P.	SHEET
REVISED:	DRAWN BY: T.C.J.	1 1
NOTES:	SCALE: 1" = 1000'	OF 10

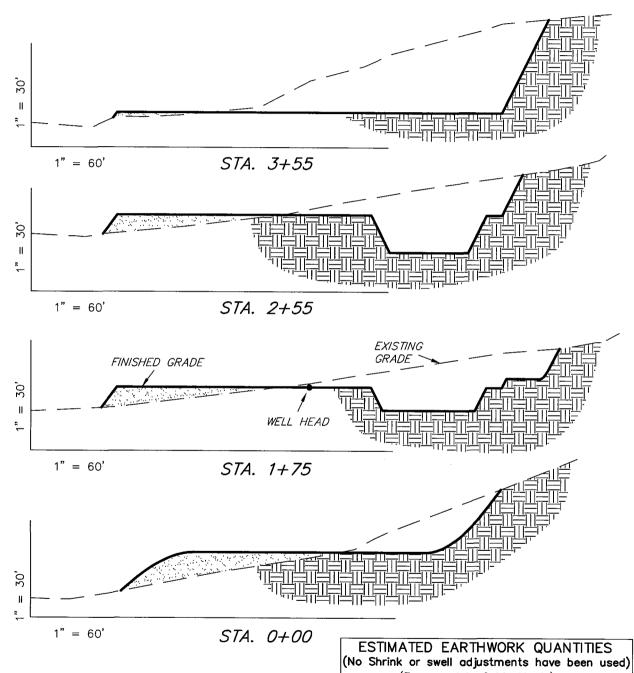


ENDURING RESOURCES

CROSS SECTIONS

SOUTHMAN CANYON 10-24-11-34

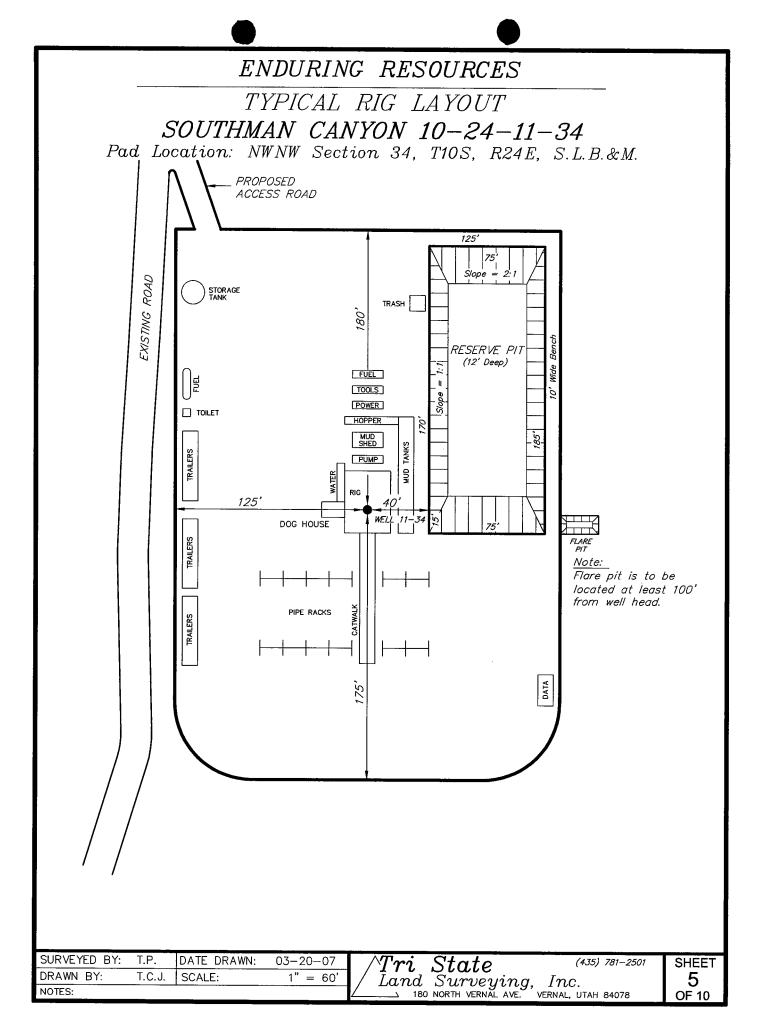
Pad Location: NWNW Section 34, T10S, R24E, S.L.B.&M.

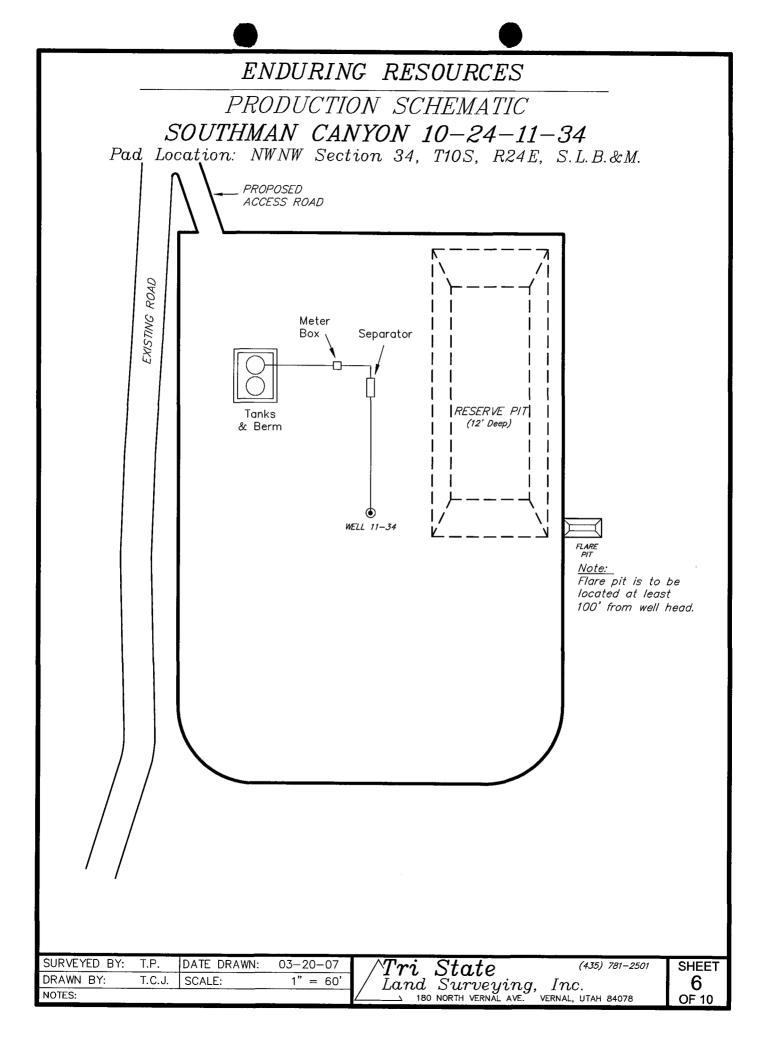


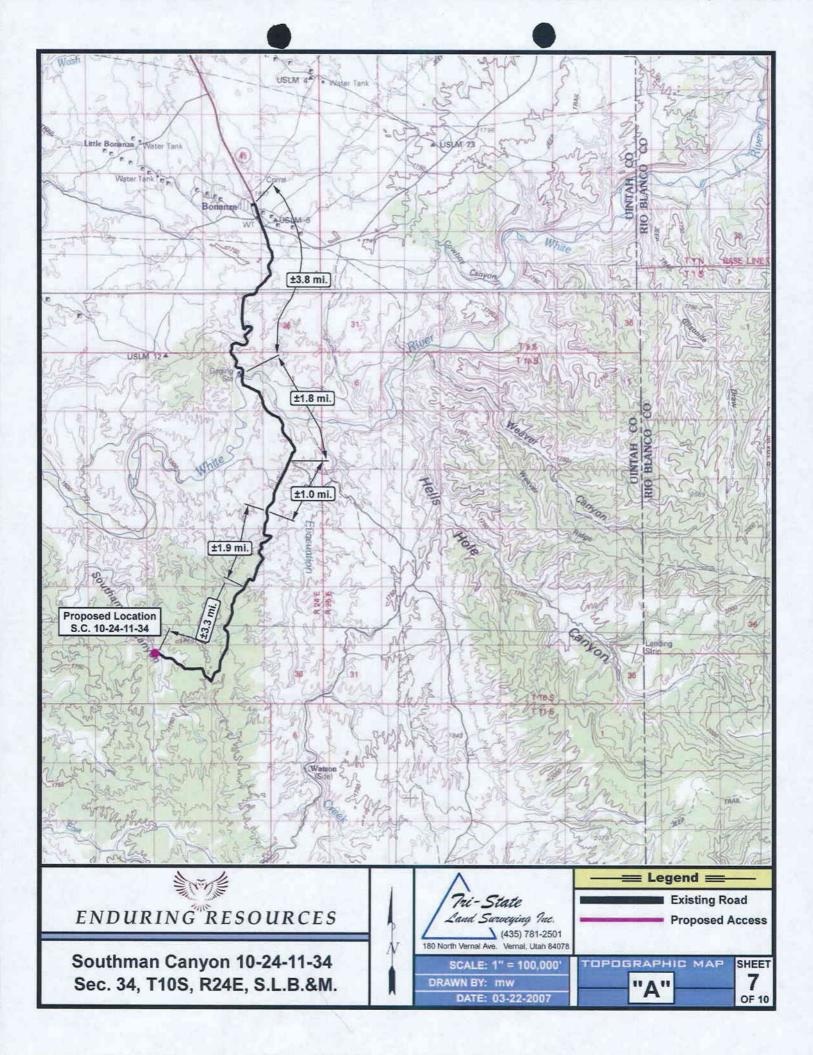
NOTE: UNLESS OTHERWISE NOTED CUT SLOPES ARE AT 1:1 FILL SLOPES ARE AT 1.5:1

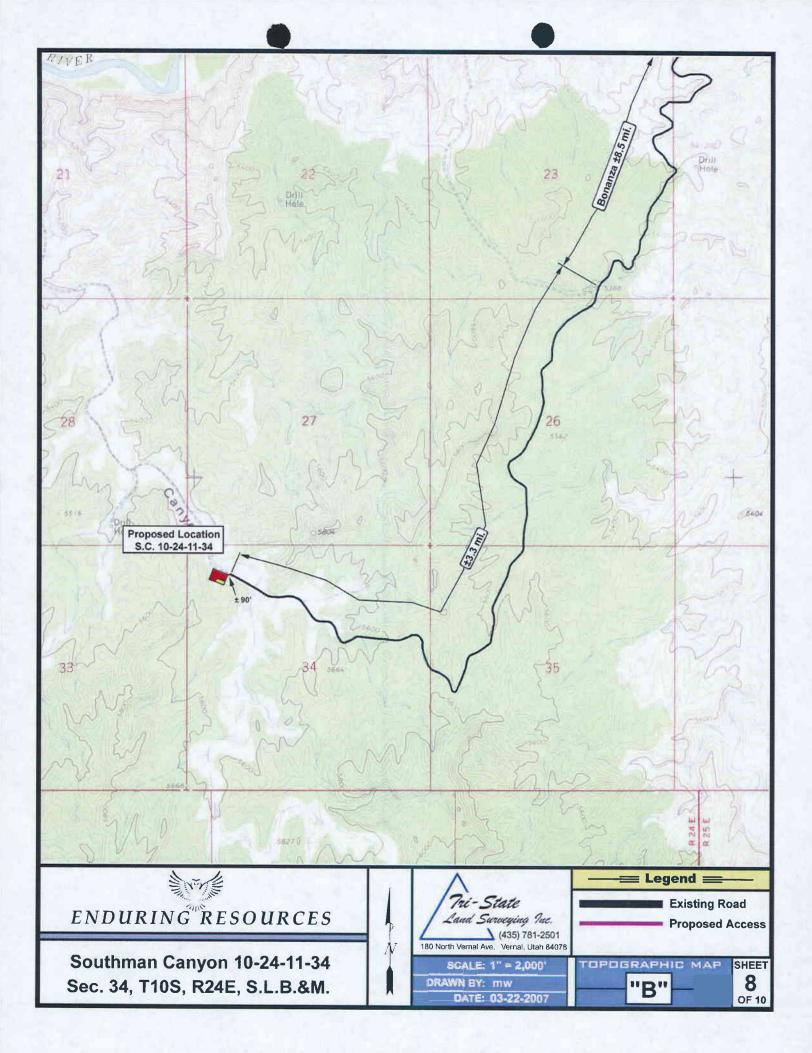
(Expressed in Cubic Yards)				
ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	14,590	7,740	Topsoil is not included	6,850
PIT	4,550	0	in Pad Cut	4,550
TOTALS	19,140	7,740	1,940	11,400

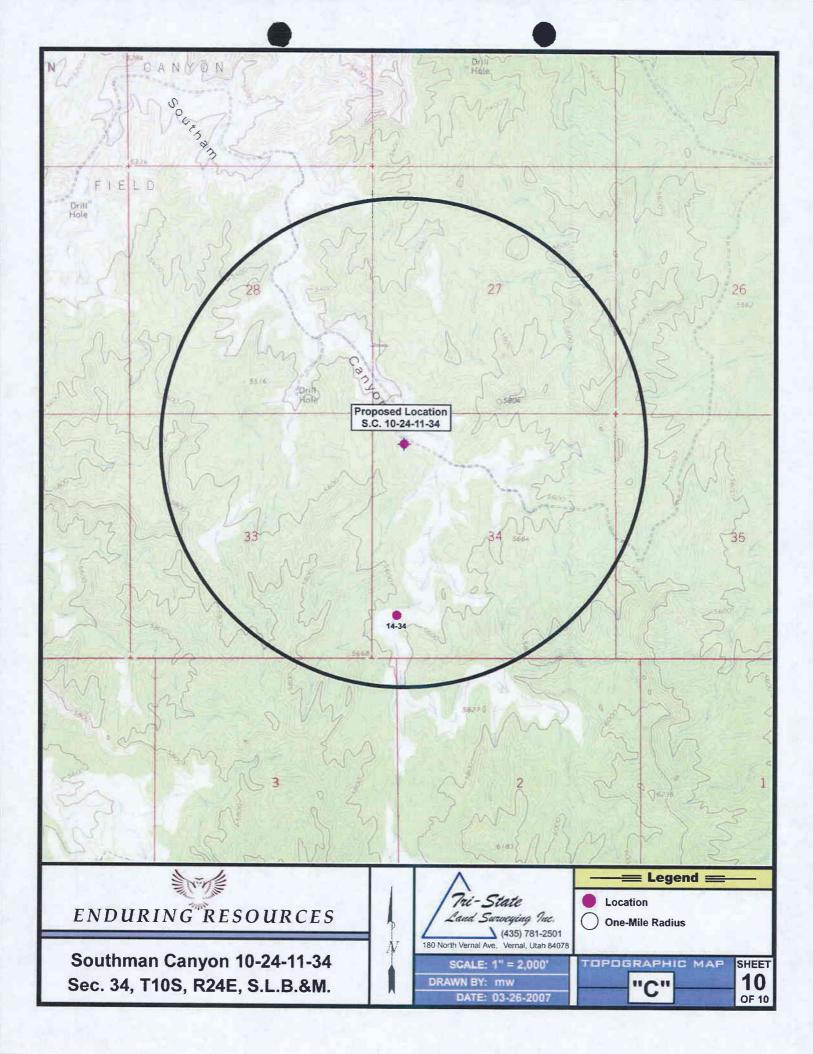
SURVEYED BY:	T.P.	DATE DRAWN:	03-20-07	\land	(435) 781–2501	SHEET
DRAWN BY:	T.C.J.	SCALE:	1" = 60'	/ Land Surveying.	Inc.	4
NOTES:				/	VERNAL, UTAH 84078	OF 10

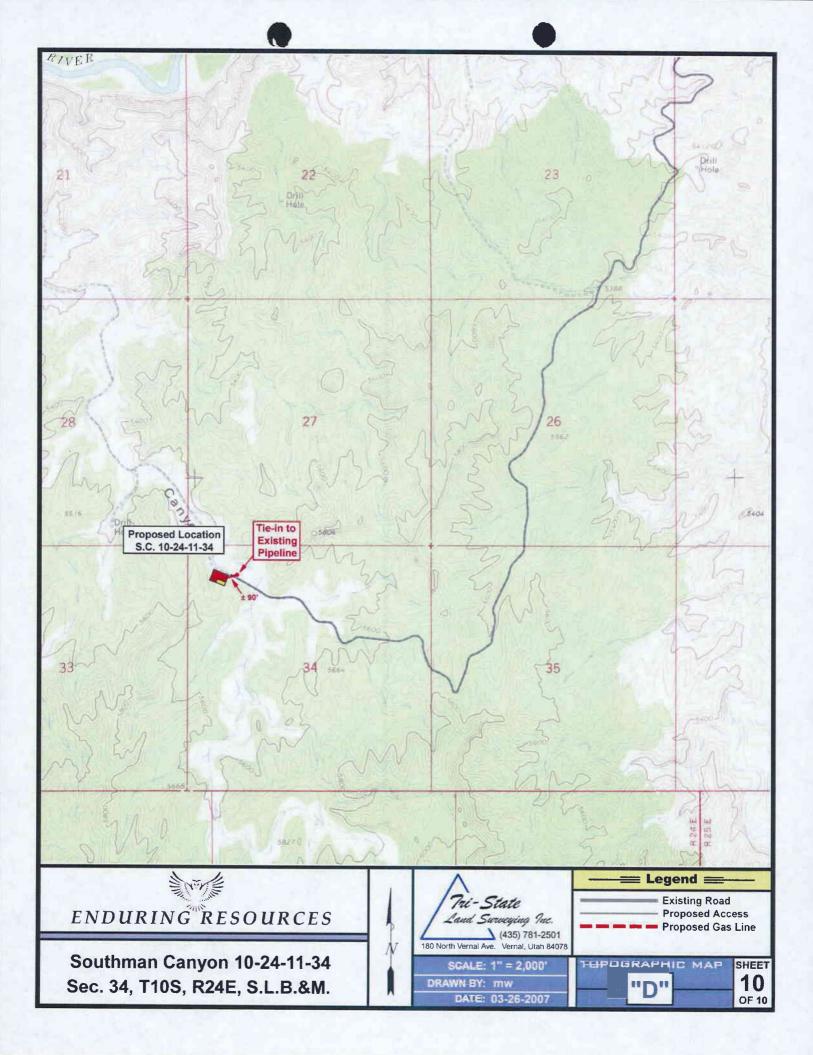


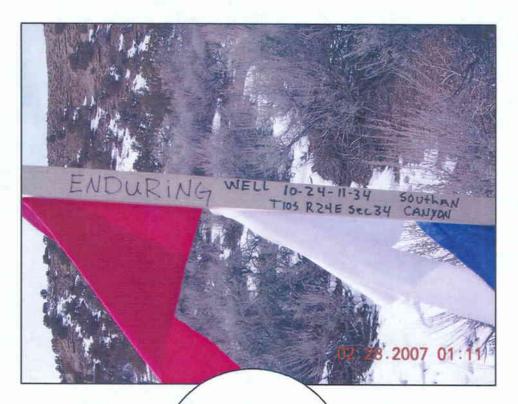












皇が湯 ENDURING RESOURCES S.C. 10-24-11-34

CENTER STAKE

Date Photographed: 02/28/2007

Date Drawn: 03/30/2007 Drawn By: mw

Tri-State Land Surveying Inc. (435) 781-2501 180 North Vernal Ave. Vernal, Utah 84078



A NOTE ENDURING RESOURCES S.C. 10-24-11-34

NORTH

Date Photographed: 02/28/2007

Date Drawn: 03/22/2007 Drawn By: mw

7ri - State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

EAST





AND SE ENDURING RESOURCES S.C. 10-24-11-34

SOUTH

Date Photographed: 02/28/2007

Date Drawn: 03/22/2007 Drawn By: mw

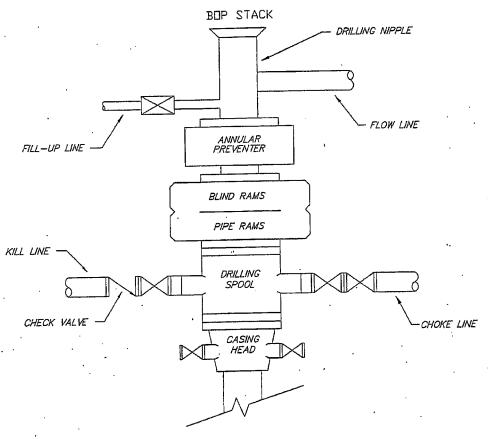
Pri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

WEST

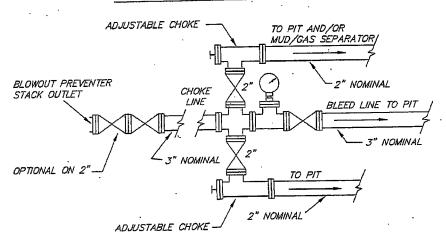


ENDURING RESOURCES, LLC

TYPICAL 3,000 p.s.i.
BLOWOUT PREVENTER SCHEMATIC

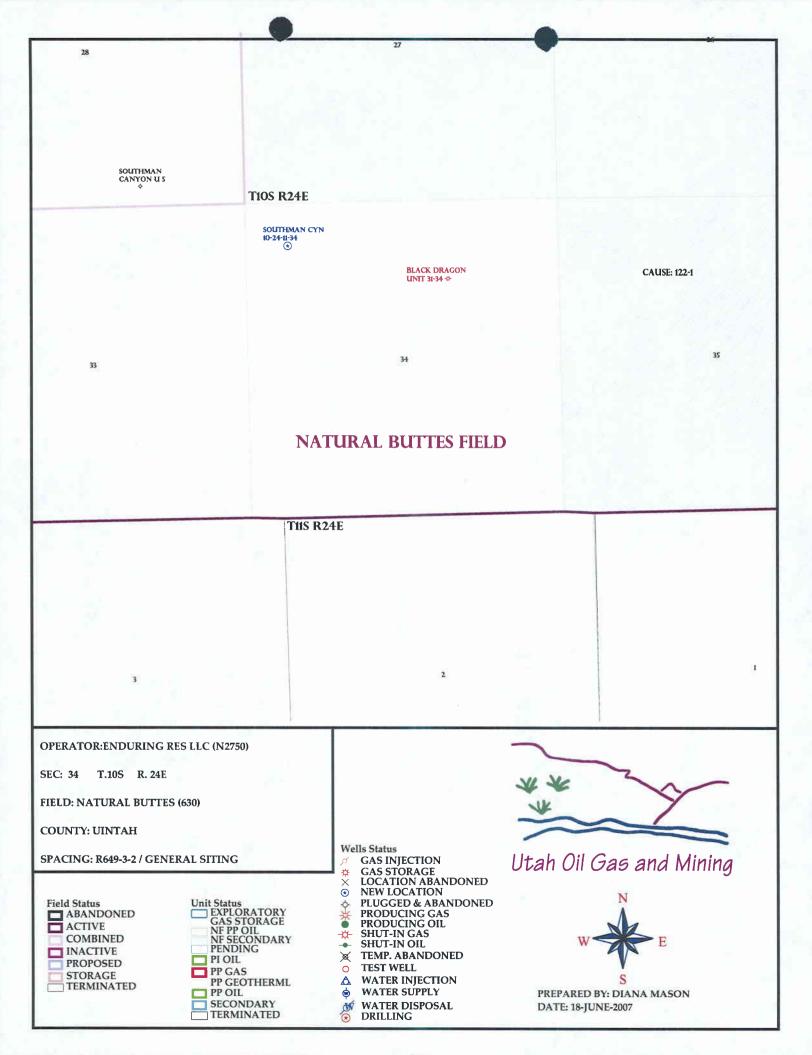


TYPICAL 3,000 prs.i. CHOKE MANIFOLD SCHEMATIC



				4	_
	WORK:	SHEET			
APPLICATION	FOR	PERMIT	TO	DRILL	

APD RECEIVED: 06/14/2007	API NO. ASSIGNED: 43-047-39400				
WELL NAME: SOUTHMAN CYN 10-24-11-34 OPERATOR: ENDURING RESOURCES, LLC (N2750) EVETTE BISSETT	PHONE NUMBER: 303-350-5719				
PROPOSED LOCATION:	INSPECT LOCATN BY: / /				
NWNW 34 100S 240E SURFACE: 0686 FNL 0690 FWL	Tech Review Initials Date				
BOTTOM: 0686 FNL 0690 FWL	Engineering				
COUNTY: UINTAH	Geology				
LATITUDE: 39.91077 LONGITUDE: -109.2065 UTM SURF EASTINGS: 653300 NORTHINGS: 4419	Surface				
FIELD NAME: NATURAL BUTTES (630 LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-66422 SURFACE OWNER: 1 - Federal	PROPOSED FORMATION: MVRD COALBED METHANE WELL? NO				
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. RLB0008031) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-2249) RDCC Review (Y/N) (Date:) AMP Fee Surf Agreement (Y/N) NUM Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit: BLACK DRAGON R649-3-2. General				
STIPULATIONS: 1- Jeden Approve 2 Spacing Stip					







MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

June 19, 2007

Enduring Resources, LLC 475 17th St., Ste. 1500 Denver, CO 80202

Re:

Southman Canyon 10-24-11-34 Well, 686' FNL, 690' FWL, NW NW, Sec. 34,

T. 10 South, R. 24 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39400.

Sincerely,

Gil Hunt

Associate Director

Lif Flat

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office



Operator:	Enduring Resou	irces, LLC	
Well Name & Number	Southman Canyon 10-24-11-34		
API Number:	43-047-39400		
Lease:	UTU-66422		
Location: NW NW	Sec. 34	T. 10 South	R. 24 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

FORM 9

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422			
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:			
1. TYPE OF WELL OIL WELL GAS WELL OHER OHER	8. WELL NAME and NUMBER:			
2. NAME OF OPERATOR:	Southman Canyon 10-24-11-34			
Enduring Resources, LLC	4304739400			
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500 CITY Denver STATE CO ZIP 80202 PHONE NUMBER: (303) 350-5114	10. FIELD AND POOL, OR WILDCAT: Natural Buttes			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 686' F\$L - 690' FWL	COUNTY: Uintah			
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNW 34 10S 24E S	STATE: UTAH			
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REP	ORT, OR OTHER DATA			
TYPE OF SUBMISSION ACIDIZE	umes, etc.			
FROM: 6-19-2008 TO: 6-19-2009 Approved by the Utah Division of Oil, Gas and Mining				
Date: Lo.19.2008 Initials: KS Date: Co-18-06 By: Louisians				
NAME (PLEASE PRINT) Alvin R. (AI) Arlian TITLE Landman - Regulatory Specialist				
SIGNATURE DATE 6/1/2008				
(This space for State use only)				

RECEIVED JUN 18 2008



Application for Permit to Drill Request for Permit Extension

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 4304739400 Well Name: Southman Canyon 10-24-11-34 Location: 686' FBL - 690' FWL, NWNW, Sec 34, T10S-R24E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 6/19/2007							
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.							
Following is a checklist of some items related to the application, which should be verified.							
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□							
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑							
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑							
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑							
Has the approved source of water for drilling changed? Yes□No☑							
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑							
s bonding still in place, which covers this proposed well? Yes⊠No□							
6/1/2008							
Signature Date							
Title: Landman - Regulatory Specialist							
Representing: Enduring Resources, LLC							

RECEIVED
JUN 18 2008

			FORM 9
	STATE OF UTAH DEPARTMENT OF NATURAL RESOUR	RCES	
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deep igged wells, or to drill horizontal laterals		7.UNIT OF CA AGREEMENT NAME: BLACK DRAGON
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: SOUTHMAN CYN 10-24-11-34
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047394000000
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,	Denver, CO, 80202 30	PHONE NUMBER: 3 350-5114 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0686 FNL 0690 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 34	IP, RANGE, MERIDIAN: 4 Township: 10.0S Range: 24.0E Meridia	an: S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDIC	ATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
✓ NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
6/18/2009	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATION	ONS CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all p	pertinent details including dates, dept	hs, volumes, etc.
	quest extension of APD expir		Approved by the Utah Division of Oil, Gas and Mining
			Date: June 23, 2009
			By: Lagyill
			4-2
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMB 303 350-5114	ER TITLE Landman-Regulatory	
SIGNATURE N/A		DATE 6/18/2009	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047394000000

API: 43047394000000

Well Name: SOUTHMAN CYN 10-24-11-34

Location: 0686 FNL 0690 FWL QTR NWNW SEC 34 TWNP 100S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 6/19/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

require revis	sion. Following is a check	list of sor	ne items related t	o the applicat	ion, which should be verified.
	ited on private land, has ed? Yes No	the owne	rship changed, if s	so, has the su	face agreement been
	any wells been drilled in requirements for this loc			well which w	ould affect the spacing or
	ere been any unit or other proposed well?		nents put in place	that could aff	ect the permitting or operatio
	there been any changes t the proposed location?			g ownership,	or rightof- way, which could
• Has th	e approved source of wa	ter for dri	illing changed? 🬘	Yes 📵 N	o
	there been any physical o e in plans from what was				route which will require a Yes 📵 No
• Is bon	nding still in place, which	covers th	is proposed well?	Yes	Approved by the No Utah Division of Oil, Gas and Mining
Signature:	Alvin Arlian	Date:	6/18/2009		
Title:	Landman-Regulatory Repr	esenting:	ENDURING RESOU	RCES, LLC D	ate: June 23, 2009
					L 00. EN 111

STATE OF UTAH			FORM 9		
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422				
SUNDE	RY NOTICES AND REPORTS	S ON WEL	LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
	sals to drill new wells, significantly deepe igged wells, or to drill horizontal laterals.			7.UNIT or CA AGREEMENT NAME: BLACK DRAGON	
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: SOUTHMAN CYN 10-24-11-34	
2. NAME OF OPERATOR: Enduring Resources, LLC				9. API NUMBER: 43047394000000	
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,		HONE NUMBER 3 350-5114 Ex		9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0686 FNL 0690 FWL QTR/QTR, SECTION, TOWNSHI	P, RANGE, MERIDIAN:			COUNTY: UINTAH STATE:	
Qtr/Qtr: NWNW Section: 34	4 Township: 10.0S Range: 24.0E Meridia	n: S		UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE	OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION		TY	PE OF ACTION		
	ACIDIZE	☐ ALTER CAS	SING	CASING REPAIR	
✓ NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE T	UBING	☐ CHANGE WELL NAME	
6/19/2010	☐ CHANGE WELL STATUS	COMMING	LE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE	
☐ SUBSEQUENT REPORT	DEEPEN	FRACTURE	: TREAT	☐ NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	☐ PLUG AND	ABANDON	☐ PLUG BACK	
	PRODUCTION START OR RESUME	RECLAMAT	TION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRAC	K TO REPAIR WELL	TEMPORARY ABANDON	
	TUBING REPAIR	☐ VENT OR F	LARE	WATER DISPOSAL	
☐ DRILLING REPORT	WATER SHUTOFF	SI TA STA	TUS EXTENSION	✓ APD EXTENSION	
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER		OTHER:	
	MPLETED OPERATIONS. Clearly show all po			olumes, etc.	
Request for	an one-year extension to AP	D termina	tion date.	Approved by the Utah Division of Oil, Gas and Mining	
			D	ate: June 23, 2010	
By: Laggell					
				or Million dis	
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBE 303 350-5114		nan-Regulatory		
SIGNATURE N/A		DATE 6/21/2			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047394000000

API: 43047394000000

Well Name: SOUTHMAN CYN 10-24-11-34

Location: 0686 FNL 0690 FWL QTR NWNW SEC 34 TWNP 100S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 6/19/2007

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uire revis	sion. Following is a che	cklist of son	ne items re	lated to the	applicat	tion, whi	ch should be v	rerified.
	ited on private land, ha ed? 📗 Yes 🌘 No	s the owner	rship chang	ed, if so, ha	s the su	rface ag	reement been	
	any wells been drilled i requirements for this l				which w	ould aff	ect the spacin	g or
	ere been any unit or of proposed well?		ents put in	place that o	could aff	ect the p	permitting or o	peratio
	there been any changes the proposed location?			cluding owr	nership,	or righto	of- way, which	could
• Has th	ne approved source of v	vater for dri	lling chang	ed? 问 Ye	s 📵 N	lo		
	there been any physica e in plans from what w							re a
• Is bor	nding still in place, whic	ch covers th	is proposed	l well? 🌘	Yes 📗	No Ut	proved by tl ah Division (Gas and Min	of
nature:	Alvin Arlian	Date:	6/21/2010		_	_		
Title:	Landman-Regulatory Re	presenting:	ENDURING	RESOURCES,	, LLC D	ate:	CAN	1
						f (O. cal III	

Sig

STATE OF UTAH			FORM 9		
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422				
SUNDE	RY NOTICES AND REPORTS	S ON WEL	LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
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4. LOCATION OF WELL FOOTAGES AT SURFACE: 0686 FNL 0690 FWL QTR/QTR, SECTION, TOWNSHI	P, RANGE, MERIDIAN:			COUNTY: UINTAH STATE:	
Qtr/Qtr: NWNW Section: 34	4 Township: 10.0S Range: 24.0E Meridia	n: S		UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE	OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION		TY	PE OF ACTION		
	ACIDIZE	☐ ALTER CAS	SING	CASING REPAIR	
✓ NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE T	UBING	☐ CHANGE WELL NAME	
6/19/2010	☐ CHANGE WELL STATUS	COMMING	LE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE	
☐ SUBSEQUENT REPORT	DEEPEN	FRACTURE	: TREAT	☐ NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	☐ PLUG AND	ABANDON	☐ PLUG BACK	
	PRODUCTION START OR RESUME	RECLAMAT	TION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRAC	K TO REPAIR WELL	TEMPORARY ABANDON	
	TUBING REPAIR	☐ VENT OR F	LARE	WATER DISPOSAL	
☐ DRILLING REPORT	WATER SHUTOFF	SI TA STA	TUS EXTENSION	✓ APD EXTENSION	
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER		OTHER:	
	MPLETED OPERATIONS. Clearly show all po			olumes, etc.	
Request for	an one-year extension to AP	D termina	tion date.	Approved by the Utah Division of Oil, Gas and Mining	
			D	ate: June 23, 2010	
By: Laggell					
				or Million dis	
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBE 303 350-5114		nan-Regulatory		
SIGNATURE N/A		DATE 6/21/2			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047394000000

API: 43047394000000

Well Name: SOUTHMAN CYN 10-24-11-34

Location: 0686 FNL 0690 FWL QTR NWNW SEC 34 TWNP 100S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 6/19/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

uire revis	sion. Following is a che	cklist of son	ne items re	lated to the	applicat	tion, whi	ch should be v	rerified.
	ited on private land, ha ed? 📗 Yes 🌘 No	s the owner	rship chang	ed, if so, ha	s the su	rface ag	reement been	
	any wells been drilled i requirements for this l				which w	ould aff	ect the spacin	g or
	ere been any unit or of proposed well?		ents put in	place that o	could aff	ect the p	permitting or o	peratio
	there been any changes the proposed location?			cluding owr	nership,	or righto	of- way, which	could
• Has th	ne approved source of v	vater for dri	lling chang	ed? 问 Ye	s 📵 N	lo		
	there been any physica e in plans from what w							re a
• Is bor	nding still in place, whic	ch covers th	is proposed	l well? 🌘	Yes 📗	No Ut	proved by tl ah Division (Gas and Min	of
nature:	Alvin Arlian	Date:	6/21/2010		_	_		
Title:	Landman-Regulatory Re	presenting:	ENDURING	RESOURCES,	, LLC D	ate:	CAN	1
						£ (O. cal III	

Sig

Sundry Number: 16001 API Well Number: 43047394000000

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE	_	FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen gged wells, or to drill horizontal laterals. Us		7.UNIT or CA AGREEMENT NAME: BLACK DRAGON
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: SOUTHMAN CYN 10-24-11-34
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047394000000
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,		IE NUMBER: 50-5114 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0686 FNL 0690 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 34	IP, RANGE, MERIDIAN: 4 Township: 10.0S Range: 24.0E Meridian:	S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT	, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
_	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
6/19/2011	CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
·	TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
☐ DRILLING REPORT	□ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION		
		☐ OTHER	OTHER:
	ompleted operations. Clearly show all pert n one-year extension to APD t		Approved by the
			Utah Division of Oil, Gas and Mining
		ı	Date: 06/20/2011
			By: Bully Ill
			<i>M</i>
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBER 303 350-5114	TITLE Landman-Regulatory	
SIGNATURE N/A		DATE 6/17/2011	

Sundry Number: 16001 API Well Number: 43047394000000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047394000000

API: 43047394000000

Well Name: SOUTHMAN CYN 10-24-11-34

Location: 0686 FNL 0690 FWL QTR NWNW SEC 34 TWNP 100S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 6/19/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Alvin Arlian Date: 6/17/2011

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC

Sundry Number: 26809 API Well Number: 43047394000000

			FORM 9
	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE		I SKIII S
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly or reenter plugged wells, or to drill horizor n for such proposals.		7.UNIT or CA AGREEMENT NAME: BLACK DRAGON
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: SOUTHMAN CYN 10-24-11-34
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047394000000
3. ADDRESS OF OPERATOR: 511-16th Street, Suite 700	, Denver, CO, 80202	PHONE NUMBER: 303 350-5114 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0686 FNL 0690 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNS	HIP, RANGE, MERIDIAN: 34 Township: 10.0S Range: 24.0E Merio	dian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
6/19/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	New Construction
Date of Work Completion:			
	OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	L TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show a	II pertinent details including dates, o	depths, volumes, etc.
	an one-year extension to API		Approved by the
			Utah Division of Oil, Gas and Mining
			Date: June 21, 2012
			By: Ballyll
NAME (PLEASE PRINT)	PHONE NUMBI	ER TITLE	
Alvin Arlian	303 350-5114	Landman-Regulatory	
SIGNATURE N/A		DATE 6/18/2012	

Sundry Number: 26809 API Well Number: 43047394000000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047394000000

API: 43047394000000

Well Name: SOUTHMAN CYN 10-24-11-34

Location: 0686 FNL 0690 FWL QTR NWNW SEC 34 TWNP 100S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 6/19/2007

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 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Alvin Arlian Date: 6/18/2012

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC

Sundry Number: 39128 API Well Number: 43047394000000

			FORM 9
	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE		I OKW 3
,	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66422		
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizon for such proposals.		7.UNIT or CA AGREEMENT NAME: BLACK DRAGON
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: SOUTHMAN CYN 10-24-11-34
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047394000000
3. ADDRESS OF OPERATOR: 511-16th Street, Suite 700	, Denver, CO, 80202	PHONE NUMBER: 303 350-5114 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0686 FNL 0690 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NWNW Section:	HIP, RANGE, MERIDIAN: 34 Township: 10.0S Range: 24.0E Meri	dian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICAT	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
6/19/2013	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
Date of Work Completion:			
	OPERATOR CHANGE	PLUG AND ABANDON	L PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	L TEMPORARY ABANDON
	L TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Nopon Suio.	WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show a	all pertinent details including dates,	depths, volumes, etc.
	one-year extension to APD		Approved by the
			Utah Division of Oil, Gas and Mining
			Date: June 19, 2013
			By: Daggill
			4 3
NAME (PLEASE PRINT)	PHONE NUMB	ER TITLE	
Alvin Arlian	303 350-5114	Landman-Regulatory	
SIGNATURE N/A		DATE 6/18/2013	

Sundry Number: 39128 API Well Number: 43047394000000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047394000000

API: 43047394000000

Well Name: SOUTHMAN CYN 10-24-11-34

Location: 0686 FNL 0690 FWL QTR NWNW SEC 34 TWNP 100S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 6/19/2007

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•	Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
•	Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
•	Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
•	Has the approved source of water for drilling changed? 🔘 Yes 📵 No
•	Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
•	Is bonding still in place, which covers this proposed well? 📵 Yes 🔘 No

Signature: Alvin Arlian Date: 6/18/2013

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 24, 2014

43 047 39400 Southman Cyn 10-24-11-34 34 105 24E

Al Arlian Enduring Resources, LLC 511-16th Street, Suite 700 Denver, CO 80202

Re: APDs Rescinded for Enduring Resources, LLC, Uintah County

Dear Mr. Arlian:

Enclosed find the list of APDs that you asked to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective June 18, 2014.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

cc: Well File

Bureau of Land Management, Vernal



→	43-047-39400	Southman Cyn 10-24-11-34
•	43-047-36548	Rock House 10-23-23-30
	43-047-38293	Rock House 10-23-24-30
	43-047-38340	Rainbow 11-24-22-15
	43-047-38327	Sand Wash 12-22-32-35
	43-047-38326	Sand Wash 12-22-11-35
	43-047-38339	Southam Cyn 11-24-11-10
	43-047-37602	Big Pack 11-21-34-33
	43-047-37264	Asphalt Wash 11-24-13-09



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Green River District
Vernal Field Office
170 South 500 East
Vernal, UT 84078
http://www.blm.gov/ut/st/en/fo/vernal.html



FEB 3, 2015

IN REPLY REFER TO: 3160 (UTG011)

Al Arlian Enduring Resources, LLC 511 16th Street, Suite 700 Denver, CO 80202 RECEIVED

FEB 0.9 2015

DIV. OF OIL, GAS & MINING

Dear Al:

The following Applications for Permit to Drill (APD) are being returned unapproved per your request to this office in an email message to Land Law Examiner Robin R. Hansen received on January 8, 2015. If you intend to drill at any of these locations at a future date, a new APD must be submitted.

43 047 39400

Lease	Well	Aliquot	Sec., T., R.	Date Rec'd
UTU-66422	Southman Canyon 10-24-11-34	NWNW	Sec. 34, T10S-R24E	6/14/2007
UTU-76281	Rock House 14-31-10-23	SESW	Sec. 31-T10S-R23E	5/5/2005

If you have any questions regarding APD processing, please contact Robin R. Hansen at (435) 781-3428.

Sincerely.

/s/ Jerry Kenczka

Jerry Kenczka Assistant Field Manager Lands & Resource Minerals

Enclosures

CC:

UDOGM

bcc:

Well File